

CLAUSE I-137 – TERMINATION FOR CONVENIENCE OF SURA - (COMMERCIAL) (August 2002)

SURA reserves the right to terminate this subcontract, or any portion of, for the convenience of itself. In the event of such termination, the Subcontractor shall immediately stop all work hereunder and shall immediately cause any of its suppliers and subcontractors to cease work. Subject to the terms of the subcontract, the Subcontractor shall be paid a percentage of the subcontract price reflecting the percentage of the work performed prior to the notice of termination, plus reasonable charges that the Subcontractor can demonstrate to the satisfaction of SURA using its standard record keeping system, have resulted from the termination. The Subcontractor shall not be required to comply with the cost accounting standards or contract cost principles for this purpose. This clause does not give SURA the right to audit the Subcontractor record. The Subcontractor shall not be paid for any work performed or costs incurred that reasonably could have been avoided.